

State of Alaska FY2003 Governor's Operating Budget

Department of Community & Economic Development DCED State Facilities Rent BRU/Component Budget Summary

BRU/Component: DCED State Facilities Rent

(There is only one component in this BRU. To reduce duplicate information, we did not print a separate BRU section.)

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Component Mission

To fund necessary maintenance and help prevent future deferred maintenance problems in the eight buildings in the new state facilities rent pool.

Component Services Provided

Implement the State Facilities Rent Structure.

Component Goals and Strategies

To fund necessary maintenance and help prevent future deferred maintenance problems in the eight buildings in the state facilities rent pool.

Key Component Issues for FY2002 – 2003

During years of budget constraints, state buildings have not been adequately maintained, resulting in a serious and expensive deferred maintenance backlog. The State has implemented a rent structure to recover an estimated \$1.5 million (statewide) in federal and other non-general funds for space occupied in state buildings to help cover the maintenance costs.

Major Component Accomplishments in 2001

Rent payments made in a timely manner.

Statutory and Regulatory Authority

AS 37.07.020(e)

DCED State Facilities Rent

Component Financial Summary

All dollars in thousands

	FY2001 Actuals	FY2002 Authorized	FY2003 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Contractual	496.3	537.9	792.0
74000 Supplies	0.0	0.0	0.0
75000 Equipment	0.0	0.0	0.0
76000 Land/Buildings	0.0	0.0	0.0
77000 Grants, Claims	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	496.3	537.9	792.0
Funding Sources:			
1004 General Fund Receipts	496.3	359.9	571.1
1007 Inter-Agency Receipts	0.0	178.0	220.9
Funding Totals	496.3	537.9	792.0

Estimated Revenue Collections

Description	Master Revenue Account	FY2001 Actuals	FY2002 Authorized	FY2002 Cash Estimate	FY2003 Governor	FY2004 Forecast
<u>Unrestricted Revenues</u>						
None.		0.0	0.0	0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0	0.0	0.0
<u>Restricted Revenues</u>						
Interagency Receipts	51015	0.0	178.0	178.0	220.9	220.9
Restricted Total		0.0	178.0	178.0	220.9	220.9
Total Estimated Revenues		0.0	178.0	178.0	220.9	220.9

DCED State Facilities Rent**Proposed Changes in Levels of Service for FY2003**

Increments for the Divisions of Occupational Licensing and Banking, Securities, & Corporations are requested to cover rent increases in FY03. An increment for the DCED State Facilities Rent Component is requested to receive the rent payments, in the form of interagency receipts and general funds to cover rent increases for divisions funded by general funds.

The Divisions of Investments, Insurance, Banking, Securities, and Corporations, and Occupational Licensing in late FY02 are moving from leased space in the Frontier Building to the State owned Atwood Building. Lease monies from the Department of Administration will be transferred to this component to cover FY03 Atwood Building rent expenses.

When general funds were allocated to the departments to cover lease costs of the Community Building, the footage of the DCED was transposed with the footage of the Department of Education and Early Development (DEED). A transfer of funds from DEED to this component corrects the error.

Summary of Component Budget Changes**From FY2002 Authorized to FY2003 Governor***All dollars in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2002 Authorized	359.9	0.0	178.0	537.9
Adjustments which will continue current level of service:				
-Atwood Building Expansion	167.8	0.0	0.0	167.8
-Community Building GF Correction with Dept of Education & Early Development	21.1	0.0	0.0	21.1
-FY2003 Facilities Maintenance and Operations GF Adjustments from Administration	7.7	0.0	0.0	7.7
-Jnu SOB Snack Bar GF correction from Dept of Labor	0.5	0.0	0.0	0.5
Proposed budget increases:				
-Juneau Facilities Rent Increases	14.1	0.0	42.9	57.0
FY2003 Governor	571.1	0.0	220.9	792.0